


**CITY OF SAN ANTONIO
CITY MANAGER'S OFFICE**

TO: Mayor and City Council

FROM: Erik Walsh, City Manager 

COPY: Executive Leadership Team
Scott Huizenga, Director, Management and Budget

DATE: September 16, 2020

SUBJECT: PROPOSED BUDGET AMENDMENTS FOR THE FY 2021 BUDGET

With this memorandum, I am providing to the Mayor and City Council a final list of the City Council Budget amendments to the Proposed Fiscal Year 2021 Operating and Capital Budget based on feedback received during today's City Council B Session.

Consistent with the City's financial policy of maintaining a two-year balanced budget to ensure that expenditures added to the proposed budget can be sustained in the second year, I am recommending funding the attached budget amendments. With these recommendations, the FY 2021 Proposed Budget remains balanced.

The recommendations in both the operating and capital budgets reflect the Mayor and City Council priorities in the areas of Public Health, Housing, Small Business Support, Food Security, and Workforce Development. In the General Fund, there are six one-time expenditure items totaling \$4 million. These amendments are being funded with better than anticipated revenues in the General Fund and the elimination of the police cadet hiring bonus budget. In the Capital Budget there are three expenditure requests totaling \$2.4 million recommended to be funded from the FY 2021 Capital Budget Contingency.

Tomorrow, the City Council is being asked to adopt the FY 2021 Budget. There will be six separate actions that City Council will be asked to approve:

- 1) Proposed FY 2021 Operating and Capital Budget with amendments,
- 2) Ratification of the FY 2021 Adopted Budget,
- 3) City Property Tax Operations & Maintenance Rate,
- 4) City Property Tax Debt Service Rate,
- 5) Revenue Adjustments, and
- 6) FY 2020 Closing Ordinance.

If you have any questions, please let me know.

ATTACHMENT

City of San Antonio
Amendments to the FY 2021 Proposed Budget
As of September 16, 2020

| General Fund | | | | |
|---------------------|---|-----------------------|-----------------------|--------------|
| Item No. | Resource Adjustments | FY 2021 Budget Impact | FY 2022 Budget Impact | Total |
| 1 | Net change in revenues from Sales Tax, Hotel Occupancy Tax, CPS Energy, and SAWS during July and August | \$3,238,256 | \$0 | \$3,238,256 |
| 2 | Eliminate the Cadet Hiring Bonus in the Police Department Budget | 739,500 | 0 | 739,500 |
| Total | | \$ 3,977,756 | \$ - | \$ 3,977,756 |

| Item No. | Expenditure Amendments | FY 2021 Budget Impact | FY 2022 Budget Impact | Total |
|----------|---|-----------------------|-----------------------|--------------|
| 1 | Emergency Rental Assistance for vulnerable populations (including aged out foster youth and seniors) | \$2,177,756 | \$0 | \$2,177,756 |
| 2 | Legal kiosks at 10 key locations throughout the city that have frequent foot traffic from at-risk populations, such as libraries and community centers. | 300,000 | 0 | 300,000 |
| 2 | Healthy Neighborhood Program/REACH Program | \$500,000 | 0 | \$500,000 |
| 3 | Enhance Metro Health Community Programs | 300,000 | 0 | 300,000 |
| 4 | Reinstate City Fee Waiver Program for Small Business & Health Providers in Vulnerable communities | \$250,000 | 0 | \$250,000 |
| 5 | Entrepreneurship Program | 250,000 | 0 | 250,000 |
| 6 | Community Health Connector Partnership with LISC | 200,000 | 0 | 200,000 |
| Total | | \$ 3,977,756 | \$0 | \$ 3,977,756 |

City of San Antonio
Amendments to the FY 2021 Proposed Budget
As of September 16, 2020

| Capital Budget | | | | |
|----------------|--|-----------------------|-----------------------|--------------|
| Item No. | Resource Adjustment | FY 2021 Budget Impact | FY 2022 Budget Impact | Total |
| 1 | Use of Reserve for Future Capital Projects | \$2,395,000 | \$0 | \$2,395,000 |
| Total | | \$ 2,395,000 | \$0 | \$ 2,395,000 |

| Item No. | Expenditure Amendments | FY 2021 Budget Impact | FY 2022 Budget Impact | Total |
|----------|---|-----------------------|-----------------------|--------------|
| 1 | San Antonio Food Bank- New Culinary Community Kitchen | \$1,000,000 | \$0 | \$1,000,000 |
| 2 | CentroMed Elder Care and Wellness Center (ECWC) | 895,000 | 0 | 895,000 |
| 3 | Westside Education & Training Center (WETC) - 1:1 match challenge | \$500,000 | 0 | \$500,000 |
| Total | | \$ 2,395,000 | \$0 | \$ 2,395,000 |